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Jeffrey M. Nelson
Chief Counsel & Director of Legal Services

March 15, 2018

VIA ELECTRONIC FILING

Jocelyn G. Boyd, Esquire
Chief Clerk & Administrator
Public Service Commission of South Carolina
101 Executive Center Drive, Suite 100
Columbia, South Carolina 29210

Re: Application of Carolina Water Service, Incorporated for Approval of an Increase in Its Rates for Water and Sewer Services
Docket No. 2017-292-WS

Dear Ms. Boyd:

Enclosed please find the Revised Direct Testimony and Exhibits for Dr. Douglas Carlisle. Although, in accordance with the Directive of Mr. Butler, we are filing a complete revised version of both Dr. Carlisle's direct testimony and exhibits, changes to the original version is limited to the following:

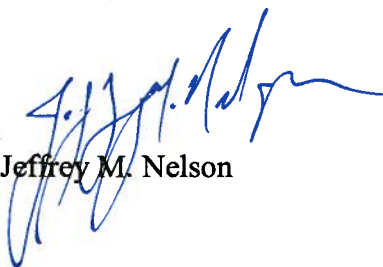
- 1) on p. 2 of 14, line 13: "9.04%" is changed to "9.08%"
- 2) on p. 2 of 14 following line 15: the DCF Indicated Cost of Equity is changed from "8.68%" to "8.82%" and the Average Indicated Cost of Equity is changed from "9.04%" to "9.08%"
- 3) on p. 9 of 14, line 5: "8.68%" is changed to "8.82%"
- 4) on Exhibit DHC-9 the line "+ Dividend Yield Growth" was inserted between "+ Dividend Yield" and "= Indicated DCF Cost of Equity" and the sum was changed from "8.68%" to "8.82%"

In DHC-9, the adjustment for the Dividend Yield Growth was omitted from his direct testimony and exhibits. The overall impact of this revision is that Dr. Carlisle's recommended ROE average has increased from 9.04% to 9.08%.

Jocelyn G. Boyd, Esquire
March 15, 2018
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Please let me know if you have any questions or concerns regarding this filing.

Sincerely,



Jeffrey M. Nelson

Encl.

cc: Charles L.A. Terreni, Esquire (via E-mail and U.S. Mail)
Laura P. Valtorta, Esquire (via E-mail and U.S. Mail)
Michael Kendree, Esquire (via E-mail and U.S. Mail)
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